GOVERNMENT OF INDIA
CHEMICALS AND FERTILIZERS
LOK SABHA

UNSTARRED QUESTION NO:1425
ANSWERED ON:08.12.2015
Investment in Fertilizer Sector
Biju Shri Parayamparanbil Kuttappan;Innocent Shri

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

Will the Minister of CHEMICALS AND FERTILIZERS be pleased to state:

(a) whether the Government has any plans to increase the public investment in fertilizer sector, if so, the details thereof and the success achieved therein; and

(b) whether the Government proposes to call/invite the private sector/NGOs/SHGs in distribution of fertilizers and if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF CHEMICALS AND FERTILIZERS

(SHRI HANSRAJ GANGARAM AHIR)

(a): The Union Cabinet in its meeting dated 21.05.2015 has approved setting-up of a Brown Filed Ammonia Urea Complex of 8.646 LMTPA urea production capacity in Joint Venture with an estimated project cost of Rs 4412 Crores. The investment proposed to in JV mode with 48% equity to be allotted on nomination basis to PSUs viz M/s OIL (26%), M/s BVFCL (11%) & Government of Assam (11%). The remaining 52% equity will be allotted to Private/ Public entity through open bidding. The investor for 52% equity is yet to be identified.

The Government has also approved revival of Talcher and Ramagundam units of FCIL for setting up of 1.27 MTPA Ammonia-Urea Complex each at a total estimated cost of Rs 8700 crore and Rs 5300 Crore respectively. Talcher unit to be revived through nomination route by a consortium of PSUs namely Rashtriya Chemicals and Fertilizers, GAIL India Ltd, Coal India Limited & FCIL and Ramagundam unit to be revived through nomination route by a consortium of PSUs namely Engineers India Limited & National Fertilizers Limited & FCIL. The project activities are in its initial phase.

(b): No, Madam. There is no such proposal.

****